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Amelia Scarborough
Signature

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EXPRESS MAIL LABEL NO.: EL88550506 US

Inventors: R.H. Harris

SECURE SMART CARD

FIELD OF THE INVENTION

The present invention relates to secure transactions, and more particularly, to secure transactions which require user identification verification.

5 BACKGROUND OF THE INVENTION

The security requirements for commercial transactions, such as in merchant/consumer transactions, are well known in the art. For example, security measures may be taken for the use of a credit card. One conventional security measure is to assign the user authorized to use the credit card an identification verification data, such as a personal identification number
10 (PIN). The PIN is typically sent to the user separately from the credit card. The user first presents the credit card to a merchant for a transaction. The user then is required to enter the PIN into a PIN capturing device to complete the transaction. However, the PIN capturing device results in a cost for equipment, counter space, and maintenance for the merchant. Additional time is required to capture the PIN to complete the transaction. In addition, when
15 the user changes the PIN, the new PIN typically is a shared secret with another device. For

example, the user's new PIN is stored by a larger system, which places the new PIN onto the credit card. Another device may be required to verify the PIN during a transaction. The sharing of the PIN increases the security risks and costs of the system.

Accordingly, what is needed is an improved method and system for providing a secure transaction. The improved method and system should eliminate the need for additional equipment, maintenance, and counter space for the merchant. It should also eliminate the need to share the identification verification data with another device. The present invention addresses such a need.

SUMMARY OF THE INVENTION

10 A method for providing a secure transaction includes: receiving a new identification verification data by a transaction device directly from a user; storing the new identification verification data on the transaction device only, where the new identification verification data is not shared with another device; receiving an input of an identification verification data by the transaction device directly from the user; activating the transaction device if the inputted
15 identification verification data matches the new identification verification data; and deactivating the transaction device when an event occurs. The event can be either the expiration of a predetermined period of time or the completion of the secure transaction. No additional devices are needed to input or store the new identification verification data on the transaction device. In this manner, if the transaction device is lost or stolen, it is useless
20 to anyone not knowing the new identification verification data.

BRIEF DESCRIPTION OF THE DRAWINGS

Figure 1 is a flowchart illustrating a preferred embodiment of a method for providing a secure transaction in accordance with the present invention.

Figure 2 illustrates a preferred embodiment of a transaction device in accordance with
5 the present invention.

Figure 3 is a flowchart illustrating in more detail the method for providing a secure transaction in accordance with the present invention.

DETAILED DESCRIPTION

10 The present invention relates to an improved method and system for providing a secure transaction. The following description is presented to enable one of ordinary skill in the art to make and use the invention and is provided in the context of a patent application and its requirements. Various modifications to the preferred embodiment and the generic principles and features described herein will be readily apparent to those skilled in the art. Thus, the present
15 invention is not intended to be limited to the embodiment shown but is to be accorded the widest scope consistent with the principles and features described herein.

The method and system in accordance with the present invention comprises a transaction device which facilitates secure transactions. The user may enter a new identification verification data directly into the transaction device. This new identification verification data is stored on the
20 transaction device only, without sharing the data with another device. The user activates the transaction device by inputting the new identification verification data directly into the transaction device. The transaction device remains active until a specific event occurs, such as the expiration of a predetermined period of time or the completion of a secure transaction.

To more particularly describe the features of the present invention, please refer to Figures 1 through 3 in conjunction with the discussion below.

Figure 1 is a flowchart illustrating a preferred embodiment of a method for providing a secure transaction in accordance with the present invention. First, the transaction device receives a new identification verification data directly from the user, via step 102. In the preferred embodiment, an initial identification verification data, such as a Personal Identification Number (PIN), is assigned to the authorized user. The user can then change the identification verification data directly into the transaction device without the assistance of additional devices. The new identification verification data is then stored on the transaction device only, via step 104, where the identification verification data is not shared with another device.

When the user wishes to complete a secure transaction, the user inputs an identification verification data. The transaction device receives the input of the identification verification data directly from the user, via step 106. The transaction device then verifies the inputted identification verification data by determining if the inputted identification verification data matches the new identification verification data stored on the transaction device. If the inputted identification verification data matches the new identification verification data, the transaction device is activated, via step 108. The transaction device is deactivated when an event occurs, via step 110. In the preferred embodiment, the event can be the expiration of a predetermined period of time, the completion of the secure transaction, or some other event.

Figure 2 illustrates a preferred embodiment of a transaction device in accordance with the present invention. The transaction device 200 comprises a power source 202, such as a

solar or battery power source. The power source 202 is coupled to an oscillator 204, which is coupled to a plurality of capacitive keys 206. The capacitive keys 206 reside under surface keys (not shown) on the transaction device 200. Each of the capacitive keys 206 comprises two sides. The first side is coupled to the oscillator 204, which provides AC pulses to the first side of each of the capacitive keys 206. The second side is coupled to a non-volatile decode 208. While the first and second sides are decoupled, the oscillator 204 provides a low capacitance between the two sides. When the first and second sides are coupled, the capacitance between the two sides is increased. This increased capacitance is sensed, decoded, and stored by the non-volatile decode 208. The timer circuit 210 coupled to the non-volatile decode 208 controls the amount of time in which the transaction device 200 is active. The non-volatile decode 208 is coupled to a processor 214. The non-volatile decode 208 may assert or de-assert an activation signal to the processor 214 via a power or actuate signal line 212. The processor 214 performs the transaction device functions. Signals are output from the transaction 200 through connectors (not shown).

Figure 3 is a flowchart illustrating in more detail the method for providing a secure transaction in accordance with the present invention. Assume that the identification verification data is a PIN initially assigned to the authorized user and that the transaction device 200 is a smart card. First, the user enters a new PIN directly into the smart card 200, via step 302. In the preferred embodiment, the user first presses the "C" key 218 on the smart card 200 to clear any inadvertent entries. The user inputs the initial PIN. Then the user presses the "E" key 220 on the smart card 200 to indicate the input of a new PIN. The user then enters the new PIN by pressing the surface keys.

The pressing on the surface keys couples the first and second sides of the respective

capacitive keys 206 under the surface keys, increases the capacitance of these capacitive keys 206. The non-volatile decode 208 senses and decodes the increased capacitances and stores the new PIN, via step 304, without sharing the new PIN with another device. No additional devices are needed to input or store the new PIN. Nor is the new PIN required to be shared
5 with another device in order to facilitate a secure transaction.

In the preferred embodiment, prior to tendering the smart card 200 for the purpose of completing a secure transaction, the user first presses the "C" key 218 to clear any inadvertent input via the surface keys. The user then inputs a PIN directly into the smart card 200 utilizing the surface keys, via step 306. The pressing on the surface keys increases the
10 capacitance of the respective capacitive keys 206. The non-volatile decode 208 senses and decodes the increased capacitances and stores the inputted PIN. The non-volatile decode 208 next verifies the inputted PIN by comparing the inputted PIN with the stored new PIN, via step 308. If they do not match, then the smart card 200 is not activated. If they do match, then the smart card 200 is activated and a timer is started, via step 310. The smart
15 card 200 is activated when the non-volatile decode 208 asserts an activation signal to the processor 214 via the power or actuate signal line 212. Approximately at the same time, the timer circuit 210 is initiated. The timer circuit 210 expires after a predetermined period of time. During this period of time, the user and the merchant may complete the secure transaction by interfacing with the smart card 200 via the connectors (not shown). When the
20 timer circuit 210 expires, via step 312, the smart card 200 is deactivated, via step 314. Alternatively, the smart card 200 may be deactivated when the present secure transaction is completed. The smart card 200 is deactivated by the non-volatile decode 208 de-asserting the activation signal to the processor 214. If the smart card 200 is deactivated before the

transaction can be completed, the user must reenter the PIN in order to reactivate the smart card 200.

Although the present invention is described above in the context of a PIN, one of ordinary skill in the art will understand that other biometric identification data may be used without departing from the spirit and scope of the present invention. For example, a fingerprint or signature may be used.

Although the present invention is described above with surface keys and capacitive keys, one of ordinary skill in the art will understand that other types of interfaces for communicating the identification verification data may be used without departing from the spirit and scope of the present invention.

Although the transaction device is described above as a smart card, one of ordinary skill in the art will understand that any type of transaction devices which can facilitate a secure transaction may be used without departing from the spirit and scope of the present invention.

An improved method and system for providing a secure transaction has been disclosed. The present invention comprises a transaction device into which a user may directly enter a new identification verification data. No additional devices are needed. This new secure user identifying information is stored on the transaction device only, without sharing the data with another device. The user activates the transaction device by inputting an identification verification data into the transaction device. The transaction device activates itself if the inputted identification verification data matches the new identification verification data stored in the transaction device. The transaction device remains activated until an event occurs. The event can be the expiration of a predetermined period of time, the completion of a secure transaction, or some other event. In

this manner, if the transaction device is lost or stolen, it is useless to anyone not knowing the new identification verification data. A secure transaction is provided without merchants having to purchase or maintain an identification verification data capture device, lowering the cost of the system. The transaction time is reduced because the identification verification data is inputted
5 before the transaction device is tendered instead of afterwards. Also, the institution issuing the transaction device does not have to maintain and manage the identification verification data.

Although the present invention has been described in accordance with the embodiments shown, one of ordinary skill in the art will readily recognize that there could be variations to the embodiments and those variations would be within the spirit and scope of the present invention.
10 Accordingly, many modifications may be made by one of ordinary skill in the art without departing from the spirit and scope of the appended claims.